

PREPARED BY: Sandy Sostad  
 DATE PREPARED: January 16, 2008  
 PHONE: 471-0054

**LB 849**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2008-09</b>		<b>FY 2009-10</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 849 repeals provisions of current law allowing school boards, except Class V boards, to provide health and life insurance coverage for school board members.

The State Department of Education does not collect data on expenditures made by school districts to provide insurance for board members. Based on information provided by the School Boards Association, it appears that a small number of school districts allow school board members to participate in health and life insurance plans offered to school district employees. Some schools may offer insurance through a school district plan that is paid for by board members and others may pay the entire cost of the coverage.

School districts which are currently paying insurance costs for school board members will have decreased expenditures pursuant to the bill. Any decrease in school district expenditures will decrease state aid paid two years later. The fiscal impact is projected to be minimal for the state, but could be more than minimal for a smaller district paying for such coverage.